



2019 – 2020 Second Interim (Actuals as of January 31, 2020)

West Contra Costa Unified School District
April 8, 2020

Tony Wold, Ed.D.,
Associate Superintendent, Business Services

2019 – 2020 Budget Calendar

Budgeting for a school district is a continuous, year-round process. Projections continually change based on new and changing information. There are 6 formal reports presented to the Board:

- | | |
|------------------------|---|
| ❖ June 30, 2019 | Adopted 2019 – 20 Budget |
| ❖ September 18, 2019 | Unaudited Actuals |
| ❖ December 11, 2019 | 1 st Interim Budget <i>(Data as of October 31, 2019)</i> |
| ❖ April 8, 2020 | 2nd Interim Budget <i>(Data as of January 31, 2020)</i> |
| ❖ May 20, 2020 | 3 rd Interim Budget <i>(Data as of April)</i> |
| ❖ June 10/24, 2020 | Adopted 2020 – 21 Budget |

Other than the presentation of the actual financial information (unaudited actuals) all other budget presentations are a combination of actuals and projections for the current and upcoming year

Certification Definition

- **Positive** = A school district that, based on current projections, **will** be able to meet its financial obligations for the current fiscal year and subsequent two fiscal years
- **Qualified** = A school district that, based on current projections **may not** meet its financial obligations for the current fiscal year or subsequent two fiscal years
 - The Superintendent and Business Staff recommend that the Board approve the 2019 – 2020 Second Interim Report with a **Qualified Certification** based upon the input of the Contra Costa County Office of Education and the Fiscal Crisis & Management Assistance Team (FCMAT).
- **Negative** = A school district that, based on current projections, **will be unable** to meet its financial obligations for the current fiscal year or for the subsequent two fiscal years

Second Interim Budget

(What is different from the First Interim)

- Reserves have been utilized to mitigate the current year structural deficit
- Year to date OPEB payments have been made with more to be completed at the close of books
- All expenditures have been inputted into MUNIS and the operational budgets
- The Multi-year projection has been updated to reflect the reductions that have been board approved for non-salary expenditures for the upcoming school year

Second Interim Budget Assumptions

(Major Expenditure Changes from First Interim)

- All expenditures were projected and reconciled for the year based on actual expenditures through January 31, 2020
- AB602 Recalculation by CDE decreased our funding by approx. -\$1.4m
- Use of 6% Reserves utilized from Fund 17 in amount of \$18.9m
- Audit Adjustment of \$5.4m increased our Fund Balance

Second Interim Multiyear Projections - Combined

	2018 - 2019	2019 - 2020	2020 - 2021	2021 - 2022
Revenue	\$366,105,319	\$369,849,490	\$370,779,108	\$373,668,179
Expenses	\$379,764,236	\$406,261,567	\$411,048,602	\$415,331,164
Difference	(\$13,658,917)	(\$36,412,077)	(\$40,269,494)	(\$41,662,985)
Beginning Balance (Unrestricted + Fund 17+ Audit Adj)	\$48,849,344	\$45,147,465	\$8,735,388	(\$31,534,106)
Ending Balance	\$38,082,475	\$8,735,388	(\$31,534,106)	(\$73,197,091)
Components of Ending Fund Balance				
Reserve for Economic Uncertainties (within Fund 17)	\$11,392,927	\$14,618,076	\$14,618,076	\$14,618,076
Stores	\$264,189	\$230,000	\$230,000	\$230,000
Revolving Cash	\$70,000	\$70,000	\$70,000	\$70,000
Unallocated	\$3,710,443	\$0	\$0	\$0
Fund 17 (balance)	\$22,644,916	\$14,918,076	\$14,918,076	\$14,918,076

Calendar of Budget Events

- Continuing work with Associations to entering into Memo's of Understanding (MOUs) for necessary reductions for the coming school year
- Second Interim – Qualified Certification April 8, 2020
- Classified Staffing Reduction in Force Resolution April 22, 2020
- Revised Job Descriptions brought to Board for ratification – April 2020
- Finalize staffing and 3rd Interim brought to Board – May 2020
- LCAP Public Hearing and Adopted Budget for 2020 – 2021 over two meetings in June 2020

District's Goal is to continue to work collaboratively with our associations.

